GOVERNMENT OF INDIA
COAL
LOK SABHA

UNSTARRED QUESTION NO:719
ANSWERED ON:28.04.2016
Implementation of Enterprise Resource Planning System
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Will the Minister of COAL be pleased to state:

(a) whether the Coal India Limited (CIL) has decided to implement an Enterprise Resource Planning (ERP) system that will help it monitor and optimize performance on a real time basis and save money as the company targets production of 1 billion tonnes by 2019-2020;

(b) if so, whether the CIL will save Rs.1000 crore every year on better resource and inventory management once the ERP system is fully implemented;

(c) if so, the details thereof;

(d) whether the advantages of an ERP system for CIL would include improved revenue and financial management, introduction to International Financial Reporting Standards based accounting, optimization of coal production and its movement by rail, road and other modes of transport, sampling, reduction in spare parts inventory and breakdown maintenance, improved governance, regulatory and environmental compliance, enhanced manpower productivity and innovation; and

(e) if so, the details thereof?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF COAL, POWER AND NEW RENEWABLE ENERGY (SHRI PIYUSH GOYAL)

(a) to (c): Coal India Limited (CIL) has decided to implement an Enterprise Resource Planning (ERP) for better resource and inventory management. Management Development Institute, Gurgaon, has been assigned the task of selection of product & system integrator. For this, it has been directed to prepare a Detailed Project Report (DPR).

(d) & (e): ERP implementation is expected to facilitate improved revenue & financial management, introduction of International Financial Reporting Standards (IFRS) based accounting, movement of coal by rail & other modes of transport, sampling, reduction in spare parts inventory and breakdown maintenance, improved governance, regulatory & environmental compliances, enhance manpower productivity and innovation.
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